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**UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF NEW YORK**

-----X	
In re	: Chapter 11 Case No.
	:
LEHMAN BROTHERS HOLDINGS INC., et al.,	: 08-13555 (JMP)
	:
Debtors.	: (Jointly Administered)
-----X	

**QUARTERLY REPORT PURSUANT TO ORDER
PURSUANT TO SECTIONS 105(a) AND BANKRUPTCY RULES
3007 AND 9019(b) APPROVING SETTLEMENT PROCEDURES**

Pursuant to the Order Pursuant to Sections 105(a) and Bankruptcy Rules 3007 and 9019(b) Approving Settlement Procedures, entered on March 31, 2010 (the “Order”),¹ the Court granted Lehman Brothers Holdings Inc. and its affiliated debtors in the above-referenced chapter 11 cases (together, the “Debtors”) authority to settle certain prepetition claims in accordance with the procedures set forth in the Order.

¹ All capitalized terms used but not defined herein shall have the meanings ascribed to them in the Order.

In accordance with the Order, the Debtors hereby file the quarterly report, which is attached hereto as Exhibit A, of all settlements entered into under the authority of the Order for the period from April 1, 2010 to and including July 13, 2010.

Dated: July 14, 2010
New York, New York

/s/ Shai Y. Waisman

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Exhibit A
(Quarterly Report)

Claimant	Claim #	Type of Claim	Filed Claim Amount	Claim Settlement Amount	Priority of Claim Settlement Amount
MISYS PLC	14828	General Unsecured	31,084,566.00	15,000,000.00	General Unsecured
FIR TREE VALUE MASTER FUND, L.P.	11074	General Unsecured	1,103,062.50	1,103,062.50	General Unsecured
FIR TREE CAPITAL OPPORTUNITY MASTER FUND, L.P.	11073	General Unsecured	387,562.50	387,562.50	General Unsecured
CREDIT SUISSE AG, CAYMAN ISLANDS BRANCH	22831	General Unsecured	362,474.92	362,474.92	General Unsecured
CREDIT SUISSE AG, CAYMAN ISLANDS BRANCH	22832	General Unsecured	205,808.58	205,808.58	General Unsecured
CSAM FUNDING I	22839	General Unsecured	205,808.58	205,808.58	General Unsecured
CREDIT SUISSE CANDLEWOOD SPECIAL SITUATIONS MASTER FUND LTD	22840	General Unsecured	148,629.84	148,629.84	General Unsecured
APOSTLE LOOMIS SAYLES CREDIT OPP. FUND	611	General Unsecured	178,000.00	147,140.00	General Unsecured
VELOCITY CLO, LTD.	23540	General Unsecured	457,500.00	125,000.00	General Unsecured
STARK MASTER FUND LTD.	16134	General Unsecured	158,000.00	116,000.00	General Unsecured
CALRYLE LOAN INVESTMENT LTD.	27573	General Unsecured	344,131.26	104,735.60	General Unsecured
CREDIT SUISSE LOAN FUNDING LLC	22827	General Unsecured	86,500.00	86,500.00	General Unsecured
RESOLUTION PARTNERS, LLC	14935	General Unsecured	940,000.00	75,000.00	General Unsecured
CRESCENT 1, LP	14166	General Unsecured	76,570.00	51,382.50	General Unsecured
CARLYLE HIGH YIELD PARTNERS IX, LTD	27574	General Unsecured	134,750.00	45,375.00	General Unsecured
BLACK DIAMOND CLO 2005-1 LTD	31898	General Unsecured	103,710.48	32,175.00	General Unsecured
CRS FUND, LTD	14165	General Unsecured	41,420.00	27,795.00	General Unsecured
HIGHLAND FLOATING RATE FUND	4570	General Unsecured	23,933.36	23,933.96	General Unsecured
LFSIGXG, LLC	10060	General Unsecured	195,675.71	22,387.50	General Unsecured
NORTHWOODS CAPITAL VII LTD	14758	General Unsecured	110,166.67	17,461.11	General Unsecured
NORTHWOODS CAPITAL V, LIMITED	14759	General Unsecured	110,166.67	17,461.11	General Unsecured
BANK OF MONTREAL	24933	General Unsecured	69,847.00	11,495.00	General Unsecured